Health Services and Development Agency Communique

A MONTHLY PUBLICATION OF THE HEALTH SERVICES AND DEVELOPMENT AGENCY

Andrew Jackson State Office Building 500 Deaderick Street, Suite 850 Nashville, TN 37243 615.741.2364

FEBRUARY 2012

For Meeting verification/change or agenda information, please call the Agency Office or check our website at www.tn.gov/hsda

HEALTH SERVICES & DEVELOPMENT AGENCY

Department of Health, Division of Health Statistics,
Office of Policy, Planning and Assessment
615.741.1954
Department of Mental Health,
Office of Policy Planning
615.532.6500

Office Hours are 8:00 a.m. to 4:30 p.m., Central Time, Monday through Friday

ALL RECORDS ARE PUBLIC INFORMATION

CALENDAR

The Health Services and Development Agency will be closed in 2012 on the following days:

Monday, January 2 – New Year's Day observed Monday, January 16 – Martin Luther King Day Monday, February 20 – President's Day Friday, April 6 – Good Friday Monday, May 28 – Memorial Day Wednesday, July 4 – Independence Day Monday, September 3 – Labor Day * Monday, October 8 – Columbus Day "substituted for the day after Thanksgiving at the Governor's discretion."

Monday, November 12 – Veteran's Day observed Thursday, November 22 – Thanksgiving Day

* Friday, November 23 – substituted for Columbus Day Monday, December 24 – Christmas Eve Tuesday December 25 – Christmas Day

Monday, December 31 - New Year's Eve

	201	1 REVIEW CYCLE		
	Publication Dates-		HSDA	* End of
2011 Cycle	Letter of Intent	Application	Meeting Dates	Appeal Period
October 2011	09/01/11-09/10/11	ee	12/14/11	1/5/12
November 2011	10/01/11-10/10/11	"	01/25/12	02/9/12
December 2011	11/01/11-11/10/11	"	02/22/12	03/8/12
		2012 REVIEW CYCLE		
	Publication Dates-		HSDA	* End of
2012 Cycle	Letter of Intent	Application	Meeting Dates	Appeal Period
January 2012	12/01/11-12/10/11	5 days after Publication	03/28/12	04/12/12
February 2012	01/01/12-01/10/12	"	04/25/12	05/10/12
March 2012	02/01/12-02/10/12	"	05/23/12	06/07/12
April 2012	03/01/12-03/10/12	"	06/27/12	07/12/12
May 2012	04/01/12-04/10/12	ee .	07/25/12	08/09/12
June 2012	05/01/12-05/10/12	"	08/22/12	09/06/12
July 2012	06/01/12-06/10/12	"	09/26/12	10/11/12
August 2012	07/01/12-07/10/12	"	10/24/12	11/08/12
September 2012	08/01/12-08/10/12	"	11/14/12	11/29/12
October 2012	09/01/12-09/10/12	ii .	12/12/12	1/03/13
November 2012	10/01/12-10/10/12	"	01/23/13	02/07/13
December 2012	11/01/12-11/10/12	"	02/27/13	03/13/13

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday, such filing should occur on the <u>preceding</u> business day.

STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR: JAMES CHRISTOFFERSEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364.

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^{*} Appeal deadline is 15 days after meeting date

HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

THSDA Meetings are scheduled to be held at 8:30 a.m. CDT/CST at the following locations:

February - May *

AT&T Tower
Main Auditorium
333 Commerce Street
Nashville, TN

June - December

Legislative Plaza
Room 12
Sixth Avenue North & Union Street
Nashville, TN

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* Meeting locations are subject to change

** All meetings of the Health Services and Development Agency are
posted on the Agency's website at www.tn.gov/hsda

EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:

PLEASE NOTE:

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be Heard. The parties are encouraged to provide 28 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than fifteen days before the agency meeting at which time the application is originally scheduled.



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RESULTS OF APPLICATIONS HEARD AT THE JANUARY **MEETING**

*Baptist Memorial Hospital - Tipton 7945 Wolf River Boulevard Germantown (Shelby County), TN 38138 CN1111-050

Contact Person: Arthur Maples, Director Strategic

Analysis

Phone: 901-227-4137 **CONSENT CALENDAR**

APPROVED

Axial Tomography (PET/CT) unit and the initiation of PET services. The PÉT/CT was previously owned and operated at the same site pursuant to CN0511-105A approved for UT Cancer Institute, owned & managed by The Boston Baskin Cancer Group. The PET/CT unit will continue to be located in leased space at 7945 Wolf River Boulevard, Germantown (Shelby County), TN 38138. The project does not involve the addition of beds or any other service for which a certificate of need is required. 1,359,221.00 \$

The acquisition of a Positron Emission Tomography/Computed

Delozier Surgery Center, LLC 209 23rd Avenue North Nashville (Davidson County), TN 37203 CN1108-028 Contact Person: R. Brian White

Phone No.: 615/369-9899

APPROVED

Saint Thomas Hospital 4220 Harding Road Nashville (Davidson County), TN 37205 CN1110-037

Contact Person: Barbara Houchin, Executive

Director, Planning

Phone No.: 615/284-6869

APPROVED

The expansion of the existing ambulatory surgical treatment center (ASTC) for outpatient plastic and reconstructive surgery from one (1) operating room to two (2) operating rooms. 281,835.00

A three-phase hospital project, including the renovation of 89,134 square feet of hospital space, and the construction of a six (6)level 135,537 square foot patient tower to be adjoined to the hospital. Services and areas affected included critical care, operating rooms, patient registration, patient admission and testing, surgery waiting, surgery pre/post op, emergency department, chest pain clinic and support space. Major medical equipment for the project consists of one additional GÉ Discovery CT 750 HD 128-slice CT scanner. There are no additional services, operating rooms or beds requested in the project. Applicant requested an extension of the expiration to (5) years. 110,780,000.00

HealthSouth Chattanooga Rehabilitation Hospital 2412 McCallie Avenue Chattanooga (Hamilton County), TN 37404 CN1110-038

Contact Person: Walter C. Smith, Director, State

Regulatory Affairs

Phone No.: 205/967-7116

APPROVED

The renovation of existing space and construction of a partial replacement of the hospital. The project proposes the demolition of an approximately 21,350 square feet structure on the campus, the renovation of approximately 19,797 square feet of existing space and approximately 25,895 square feet of new construction. The project does not involve the addition of beds, the acquisition of major medical equipment or any other services for which a Certificate of Need is required.

12,528,125.00

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RESULTS OF APPLICATIONS HEARD AT THE JANUARY MEETING

Skyline Medical Center (Madison Campus) 500 Hospital Drive Madison (Davidson County), TN 37115 CN1110-040

Contact Person: John L. Wellborn, Consultant

Phone No.: 615/665-2022

APPROVED

The expansion of its adolescent (ages 13 to 17) inpatient psychiatric bed unit by eleven (11) beds, from ten (10) to twenty-one (21) beds at its Madison campus at 500 Hospital Drive, Madison (Davidson County), TN 37115. This will be done without increasing the facility's licensed beds through reclassification of eleven (11) medical-surgical beds currently included in the Madison facility's licensed bed complement. Skyline Medical Center is licensed for a total of 466 hospital beds, of which 233 are authorized at its Madison campus. The project does not include any major medical equipment, discontinuation of any health service, or a change of the hospital's total licensed bed complement. \$2,412,504.00

Tennessee Oncology, PLLC 2018 Murphy Avenue, Suite 200 Nashville (Davidson County), TN 37203 CN1110-041

Contact Person: William H. West, Esq.

Phone No.: 615/726-5600

APPROVED

Alexian Village Health and Rehabilitation Center 622 Alexian Way Signal Mountain (Hamilton County), TN 37377 CN1110-042 Contact Person: Christopher C. Puri, Esq. Phone No.: 615/252-4643

DEFERRED TO THE MARCH MEETING

The acquisition of a magnetic resonance imaging (MRI) scanner and the initiation of MRI services for, and limited to the patients of Tennessee Oncology, PLLC. No inpatient beds or other health services will be provided by this project

\$ 1,762,835.00

The replacement of the existing 114-bed nursing home. The proposed new facility will remain on the Alexian Village of Tennessee campus, moving from 671 to 622 Alexian Way, Signal Mountain (Hamilton County), TN 37377. There will be no change in the number of beds at the facility, no new services will be initiated, and no services will be discontinued.

\$ 22,658,154.00

GENERAL COUNSEL'S REPORT

Williams Surgery Center, Inc. Murfreesboro (Rutherford County), TN CN0607-052A Contact Person: Jane Williams, Administrator Phone: 615-494-1234

APPROVED

Request for removal of the restriction for surgical performances only by Dr. Melvin Williams. Dr. Williams is seeking to add an associate to his practice and allow other podiatrists to schedule surgical cases on the days he does not perform surgery. This project was approved October 25, 2006 for the establishment of a single specialty ambulatory surgery center limited to podiatry with one (1) operating room. The project cost was \$165.888.

Sumner Regional Medical Center Gallatin (Sumner County), TN CN0802-010A Contact Person: John L. Wellborn, Consultant Phone: 615-665-6022 Request for a decrease of the geriatric psychiatric unit from fourteen (14) beds to twelve (12) beds; and a project cost increase of \$287,710 from \$642,340 to \$925,050. This project was approved on May 28, 2008 for the establishment of a fourteen (14)-bed geriatric psychiatric program and the initiation of geriatric psychiatric services.

APPROVED

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APPLICATIONS TO BE HEARD AT THE FEBRUARY MEETING

Memphis Center for Research and Addiction Treatment 1391 Madison Avenue Memphis (Shelby County), TN 38104 CN1109-035 Contact Person: John L. Wellborn, Consultant Phone: 615-665-2022

DEFERRED FROM DECEMBER MEETING WITHDRAWN

Bristol Hospice - Eastern Tennessee, LLC 318 North Gateway Avenue Rockwood (Roane County), TN 37854 CN1111-043 Contact Person: Christie Franklin, President/CEO Phone: 801-325-0146

All Care Plus, Inc. d/b/a Quality Hospice 101 Duncan Street, Suite 101-B Jamestown (Fentress County), TN 38556 CN1111-044 Contact Person: E. Graham Baker, Jr., Esq. Phone: 615-370-3380

Rainbow Home Health, LLC 112 Frey Street Ashland City (Cheatham County), TN 37015 CN1111-045 Contact Person: Joy Forshee, Acting DON

Phone: 580-212-7801

Maury Regional Ambulatory Surgery Center, LLC Unaddressed site at the intersection of Saturn Parkway & Port Royal Road Spring Hill (Maury County), TN 37174 CN1111-046 Contact Person: H. Alan Watson, Senior Vice President/Chief Operating Officer

Phone: 931-380-4002

The relocation from its current site at 1270 Madison Avenue to 1391 Madison Avenue, Memphis (Shelby County), TN 38104, a distance less than a quarter of a mile. A CON application was filed for the relocation of the same facility to 1734 Madison Avenue, Memphis (Shelby County), TN 38104. The application was approved on October 26, 2011. This second application was filed as an alternate location in the event CON approval is not granted for the first application. The facility is currently licensed by the Tennessee Department of Mental Health as an Alcohol & Drug Non-Residential Opiate Treatment Facility. \$1,248,625.00

The establishment of a home care organization and the initiation of hospice services, with the hospice agency to be located at 318 North Gateway Avenue, Rockwood (Roane County), Tennessee 37854-2333, with a service area of: Anderson, Bledsoe, Blount, Bradley, Campbell, Cumberland, Fentress, Loudon, Marion, McMinn, Meigs, Monroe, Morgan, Overton, Pickett, Putnam, Rhea, Roane, Scott, Sequatchie, Sevier, Van Buren and White counties.

\$ 603.000.00

The establishment of a home care organization and the initiation of hospice services to be located at 101 Duncan Street, Suite 101-B, Jamestown (Fentress County), Tennessee serving Clay, Cumberland, Fentress, Jackson, Morgan, Overton, Pickett, Putnam, Scott, Van Buren, Warren and White

\$ 60,000.00

counties.

The establishment of a home care organization and the initiation of home health services in Cheatham County to be located at 112 Frey Street, Ashland City (Cheatham County), Tennessee 37015.

\$ 262,600.00

The establishment of a multi-specialty ambulatory surgical treatment center (ASTC). The ASTC will include two (2) operating suites and two (2) procedure rooms, and will be managed and staffed by Vanderbilt University Medical Center. No major medical equipment will be involved. The proposed facility is to be located in a medical office building at the intersection of Saturn Parkway and Port Royal Road, South of Reserve Boulevard in Spring Hill, Tennessee in Maury County. A street address is not yet assigned to the property.

\$ 7,894,178.00

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APPLICATIONS TO BE HEARD AT THE FEBRUARY MEETING

Methodist Healthcare-Memphis Hospitals d/b/a Methodist University Hospital 1588 Union Avenue Memphis (Shelby County), TN 38104 CN1111-047

Contact Person: Carol Weidenhoffer, Director of

Planning and Business Development

Phone: 901-516-0679

The relocation and replacement of a Positron Emission Tomography/Computed Axial Tomography (PET/CT) unit from 1388 Madison, Memphis (Shelby County), Tennessee 38104 to the West Clinic site located at 1588 Union Avenue, Memphis (Shelby County), Tennessee 38104. The PET/CT will continue to be operated by Methodist Healthcare-Memphis Hospitals. The project is for the relocation of existing services and will not increase the number of PET units in the service area. Minor renovations to accommodate the new equipment will be required. The project involves 3,035 square feet of renovated space. This project does not involve inpatient beds or the addition of other major medical equipment.

\$ 3,257,783.00

Southern Hills Medical Center 391 Wallace Road Nashville (Davidson County), TN 37211 CN1111-048 Contact Person: Jerry W. Taylor, Esq.

Phone: 615-726-1200

The conversion of four (4) medical surgical beds to four (4) inpatient rehabilitation at Southern Hills Medical Center (SHMC) located at 391 Wallace Road, Nashville (Davidson County), Tennessee. The proposed conversion of beds will increase the number of beds in SHMC's inpatient rehabilitation unit from twelve (12) beds to sixteen (16) beds, but will not change the number of licensed beds at SHMC.

\$ 700.105.00

NHC HealthCare, Farragut 120 Cavett Hill Lane Farragut (Knox County), TN CN1111-049

Contact Person: Bruce K. Duncan, Assistant Vice

President

Phone: 615-890-2020

The addition of ten (10)* Medicare SNF nursing home beds to the currently operating ninety (90) bed nursing home for a total of 100 nursing home beds.

\$ 141,900.00

*These beds are subject to the 2011-2012 Nursing Home Bed Pool.

GENERAL COUNSEL'S REPORT

NOL, LLC d/b/a Premier Radiology Mt. Juliet (Wilson County), TN CN1104-012

Contact Person: Dan H. Elrod, Esq.

Phone: 615-244-9270

This project was approved on July 27, 2011 for the establishment an outpatient diagnostic (ODC) and the initiation of magnetic resonance imaging (MRI) services; by converting existing equipment and facilities used by the applicant's physician's practice, including an MRI upon which NOL, LLC d/b/a Premier Radiology leases time from Tennessee Sports Medicine.

Project cost was \$1,907,595.00. CONDITION: Premier's 50% of the MRI will not exceed six (6) hours per day Monday thru Friday, and two (2) hours on Saturday, if Tennessee Sports Medicine also operates two (2) hours on Saturday.

NOL, LLC d/b/a Premier Radiology requests removal of the condition due to Tennessee Sports Medicine relocating in June 2012, which would mean the parties will no longer share an MRI unit. The condition was placed on the CON to address time-sharing concerns.

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APPLICATIONS TO BE HEARD AT THE MARCH MEETING

NHC at Indian Path 2300 Pavilion Drive Kingsport (Sullivan County), TN 37660 CN1106-022

Contact Person: Bruce K. Duncan, Assistant Vice

President

Phone No.: 615-890-2020

DEFERRED FROM SEPTEMBER

MEETING

DEFERRED FROM DECEMBER

MEETING

The establishment of a new thirty (30)* bed nursing home certified for Medicare participation. The project will be located in the existing building at the site of the old Indian Path Pavilion.

\$ 7,060,851.00

* These beds are subject to the 125 Nursing Home Bed Pool for 2010 – 2011.

Alexian Village Health and Rehabilitation Center 622 Alexian Way Signal Mountain (Hamilton County), TN 37377 CN1110-042

Contact Person: Christopher C. Puri, Esq.

Phone No.: 615/252-4643

DEFERRED FROM JANUARY MEETING

The replacement of the existing 114-bed nursing home. The proposed new facility will remain on the Alexian Village of Tennessee campus, moving from 671 to 622 Alexian Way, Signal Mountain (Hamilton County), TN 37377. There will be no change in the number of beds at the facility, no new services will be initiated, and no services will be discontinued.

\$ 22.658.154.00

St. Thomas Outpatient Imaging - St. Thomas 4230 Harding Place, Suite 200 Nashville (Davidson County), TN 37205 CN1110-039 Contact Person: Noel Falls, Consultant Phone No.: 251-929-1003

The establishment of an outpatient diagnostic center (ODC) in 7,737 gross square feet of leased space within a medical office building located on the campus of St. Thomas Hospital. The ODC will be established through construction and renovations. The facility will augment diagnostic imaging services currently provided by St. Thomas Hospital and will provide radiographic/fluoroscopic imaging, CT scanning, ultrasound imaging, and MRI services.

\$ 4,180,545.00

St. Thomas Outpatient Imaging - Baptist 300 20th Avenue North, Suite 202 Nashville (Davidson County), TN 37203 CN1112-052

Contact Person: Sarah Lodge Tally, Esq.

Phone No.: 615-244-9270

The initiation of PET/CT services and the acquisition of PET/CT equipment. If approved, Baptist Hospital will retire its PET/CT and all PET scans performed on the Baptist campus will be at St. Thomas Outpatient Imaging-Baptist. The project does not contain any other type of major medical equipment or seek to initiate any other health service.

\$ 895.598.00

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APPLICATION TO BE HEARD AT THE APRIL MEETING

Interventional Pain Physicians Surgery Center 1177 Rock Springs Road, Suite 130 Smyrna (Rutherford County), TN 37167 CN1201-001

Contact Person: John L. Wellborn, Consultant

Phone: 615-665-2022

The establishment of a single-specialty ambulatory surgical treatment center (ASTC) in a medical office building. The facility will be licensed by the Department of Health as an ambulatory surgical treatment center limited to pain management, with one (1) surgical procedure room. The project does not contain major medical equipment or initiate or discontinue any other health service; and will not affect any facility's licensed bed complements.

\$ 844,622.00

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FACILITY	DOCKET #	DESCRIPTION	Meeting <u>Date</u>
HealthSouth Rehabilitation Hospital of Williamson County Franklin, Williamson County CN102-059A	25.00- 111868J	Appeal of Approval of CON	3/23/2011
East Tennessee Radiation Therapy Services Knoxville, Knox County CN1108-030A	25.00-115208J	Appeal of Approval of CON	12/14/2011
Middle Tennessee Rehabilitation Hospital, LLC Franklin, Williamson County CN102-055D	25.00- 111868J	Appeal of Denial of CON	3/23/2011
New Life Surgical Center, PLLC Franklin, Williamson County CN1009-043A	25.00-111517J	Appeal of Approval of CON	2/23/2011
NOL, LLC dba Premier Radiology Mt. Juliet, Wilson County CN1104-012A	25.00-113713J	Appeal of Approval of CON	7/27/2011

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Health Services and Development Agency Members

Carl Koella (Consumer, Speaker of the Senate)

Charlotte C. Burns (Hospital)

Barrett G. Haik, M.D. (Physician)

D. Lynn Johnson (Consumer, Speaker of the House)

Robert Doolittle (Consumer, Governor)

Gregory Lammert (Home Care)

William Southwick
(Ambulatory Surgical Treatment Centers)

James L. Wright (Nursing Home)

Keith Gaither, Designee for Director of TennCare Darin J. Gordon

Lisa Jordan, Designee for Commerce & Insurance Commissioner Julie Mix McPeak

Faye Weaver, Designee
For Comptroller
Justin Wilson

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